THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) to (c) The prices of crude oil and petroleum products in the international market are highly volatile and are subject to vide fluctuations from time to time.

The outstanding payable for Pool Account is estimated to be about Rs. 15,500 crores as on 31.3.97.

The position of Pool Account is monitored continuously for remedial measures.

Allotment of Petrol Pumps and Gas Agencies Maharashtra

1353. DR. SHRIKANT RAMCHANDRA JICHKAR: Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that no action has been taken so far to allot petrol pumps and gas agencies in Maharashtra despite the interviews having been held by the OSB for the purpose in 1996;

(b) if so, the reasons therefor; and

(c) what steps would be taken to effect early allotments?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) to (c) All selection activities were stayed after the announcement of General Elections in March, 1996. In a large number of selections made by the OSB (Maharashtra, Goa Daman & Diu), Government guidelines were violated. Accordingly, taking into account all relevant factors, Government issued instructions to the Oil Industry on October 22, 1996, as to the manner in which the merit panels released by various OSBs, including OSB (Maharashtra), with inordinate delay should be dealt with. These instructions are a subject matter before the Mumbai High Court in a writ petition. Oil companies already have taken action in accordance with the above instructions.

Oil Production at Ravva Structure in Andhra Pradesh

1354. SHRI V. HANUMANTHA RAO: Will the PRIME MINISTER be pleased to state:

(a) what is the daily production of oil at Ravva structure, off East Godavari district in Andhra Pradesh;

(b) what was the annual production from this structure in 1995-96, in tonnes;

(c) the expected production in 1996-97, in tonnes; and

(d) the cash value of the 1995-96 oil production of Ravva structure?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) Present average daily oil production from Ravva field is around 35,000 barrels (approx. 4673 tonnes) per day.

(b) Total oil production during 1995-96 was of the order of 157631 tonnes.

(c) Expected oil production during 1996-97 is 823560 tonnes.

(d) Value of oil production from Ravva field during 1995-96 works out to US$ 20.4 million.

Rise in International Prices of Petroleum

1355. SHRIMATI VEENA VERMA:
SHRI RAJUBHAI A. PARMAR:
SHRI SUSHILKUMAR SAMBHAJIRAO SHINDE:

Will the PRIME MINISTER be pleased to state:

(a) whether the oil import bill for the current year is likely to go much above the estimates with the rise in petroleum crude prices in the international market, causing a big budget deficit;

(b) if so, the extent of rise in international oil prices and to what extent it would widen the budget deficit; and

(c) the steps taken and proposed to be taken to bridge this gap?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) to (c) The import bill depends on the overall consumption, indigenous production and prices of crude oil and petroleum products prevailing in the international market.

The contributory factors to the likely increase in import bill for the year 1996-97 are shortfall in indigenous crude production and increase in international prices of crude oil and petroleum products. In order to contain the import bill, measures are being taken to increase the refining capacity in the country by expansion of existing refineries in the public sector and setting up of refineries in joint sector and private sector. Import and parallel marketing of kerosene, LPG and LSHS in private sector has been allowed so as to improve the availability of these products. Steps are being taken to increase crude oil production in the country through application of improved technologies, better understanding of reservoir behaviour, development of new fields, additional development of existing fields and by inviting foreign and private capital in the upstream sector. Oil Pool account is estimated to close with a huge deficit in 1996-97 & consequently, the cumulative oil companies' outstanding, which were Rs. 5700 crores as on March 31, 1996 are estimated to rise to a level of Rs. 15,500 crores as on March 31, 1997. The position of the oil pool account is being monitored on a continuous basis and remedial measures taken to contain the deficit.

Offers of MNCs to Supply LNG

1356. SHRI VEDPRAKASH P. GOYAL: Will the PRIME MINISTER be pleased to state:

(a) whether about 20 Multinational Companies have submitted offers for supply of liquified natural gas, in response to offers invited by Gas Authority of India Limited;

(b) if so, by when a final decision is likely to be taken on these bids;

(c) the names of countries from where the LNG is being purchased at present;

(d) whether the present purchase are made on single tender basis; if not, what is the basis; and

(e) what is the present landed price of LNG?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) Seventeen offers have been received by GAIL for supply of Liquefied Natural Gas (LNG).

(b) The final decision on these bids is expected early next year.

(c) to (e) No LNG is being imported at present.

BRPL Project for Utilisation of surplus Naphtha

1357. SHRI DIPANKAR MUKHERJEE:
SHRI NILOTPAL BASU:

Will the PRIME MINISTER be pleased to state:

(a) whether the Committee constituted by Government in 1990 under the Chairmanship of SHRI L.C. Jain, the then Member of Planning Commission, for economic development of Assam, had recommended utilisation of surplus Naphtha in the region for Aromatic projects;

(b) whether Bongaigaon Refinery and Petro-Chemicals Limited (BRPL) had submitted proposals for setting up of a Benzene Plant and for expansion of the existing Xylene Plant; and

(c) if so, what steps Government have taken for early clearance of these projects?

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI T.R. BAALU): (a) The committee had recommended that a feasibility study on the prospect of